

David A. Vaudt, CPA
Auditor of State

Warren G. Jenkins, CPA
Chief Deputy

Administration and Regulation
Appropriations Subcommittee
January 23, 2003

OFFICE OF AUDITOR OF STATE

Auditor of State – David A. Vaudt, CPA
Chief Deputy – Warren G. Jenkins, CPA

Administration Division ----- Deputy - Judy Vander Linden, CPA

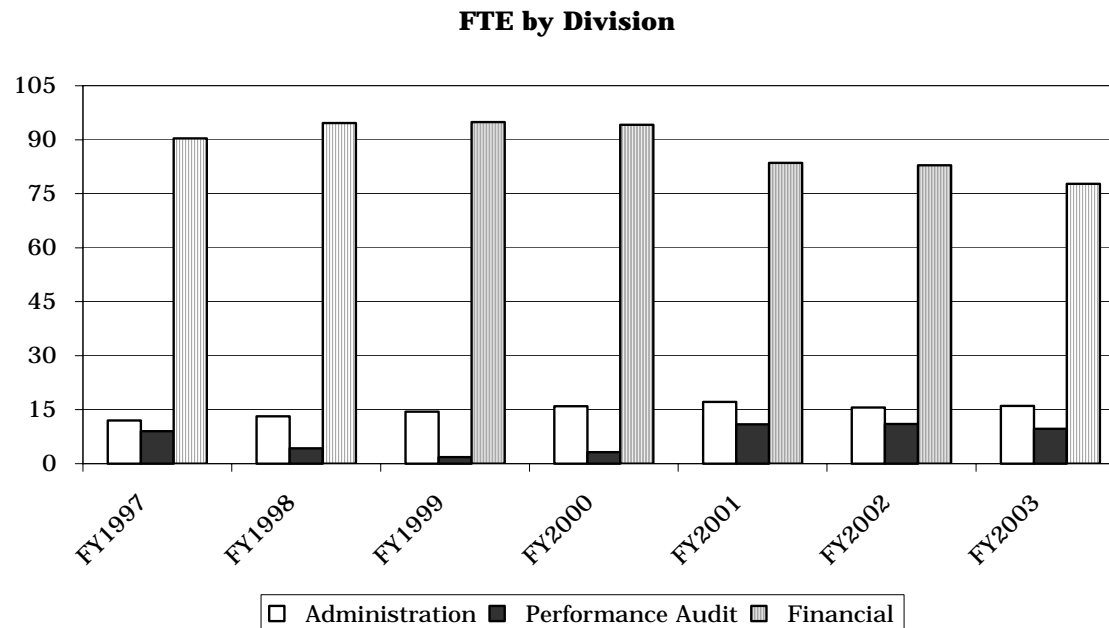
Responsible for general management of the office, which includes fiscal management, data processing, recruiting, and audit report printing. The division also is responsible for personnel, training and quality control.

Financial Audit Division ----- Deputy - Andrew E. Nielsen, CPA

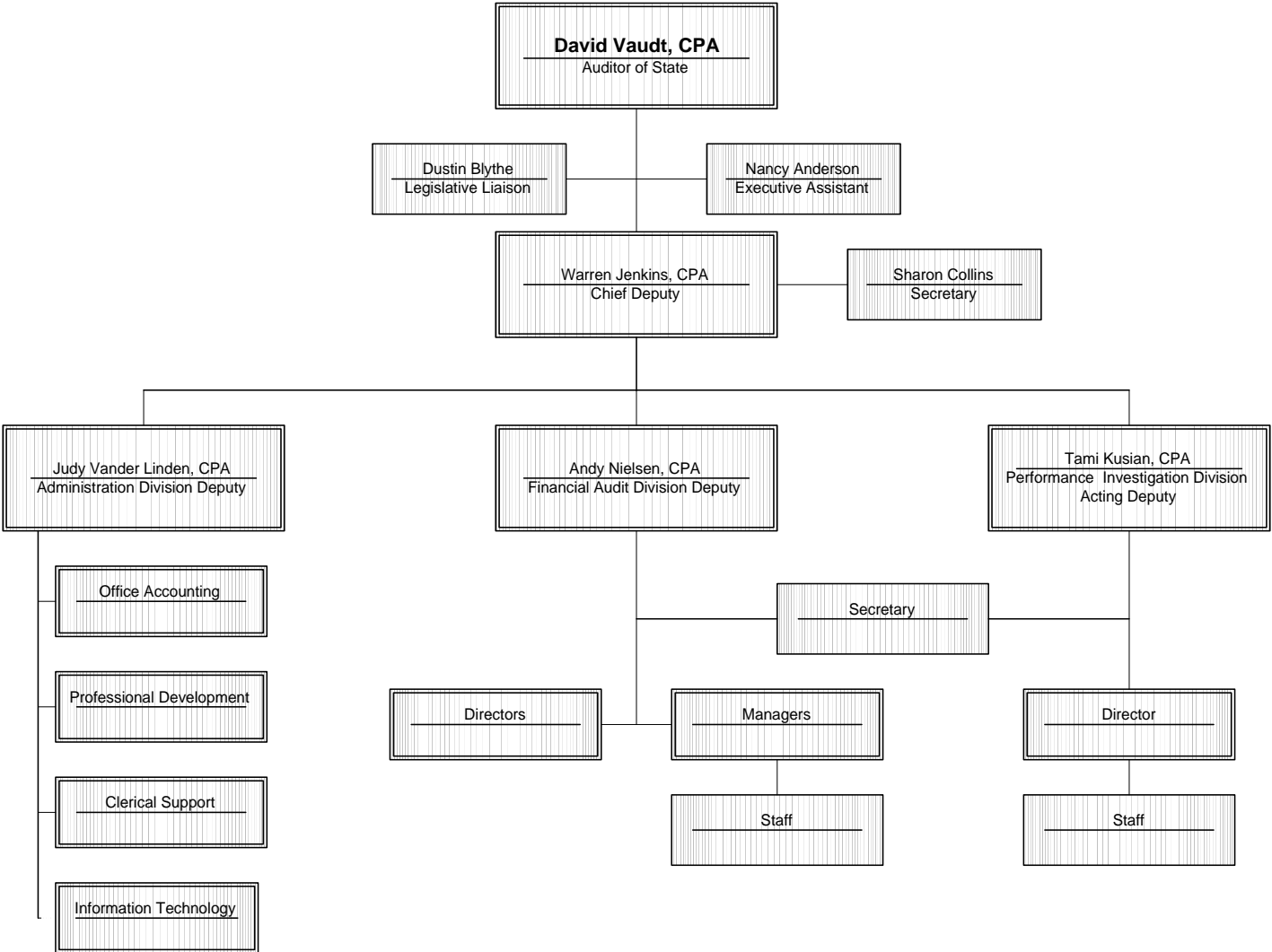
Responsible for conducting annual audits of Iowa's Comprehensive Annual Financial Report and its Single Audit Report, all state departments and agencies, as well as audits of counties, cities, school districts, and other governmental subdivisions as requested.

Performance Investigation Division ----- Deputy - Tami Kusian, CPA

Responsible for conducting performance audits of state agencies and the programs they administer. The division also conducts special studies assigned by the Auditor of State or requested by the legislature.



ORGANIZATIONAL CHART



1/20/2003

Resources

➤ Local governments in accordance with Chapter 11.6

➤ State agencies in accordance with Chapter 11.5B

- Department of Commerce
- Department of Human Services
- Department of Public Health
- State Board of Regents
- Department of Agriculture and Land Stewardship
- Iowa Veterans Home
- Department of Education
- Department of Natural Resources
- Offices of the Clerks of District Court of the Judicial Branch
- Iowa Public Employees' Retirement System
- Federal Financial Assistance
- Information Technology Department

➤ Audit costs paid from appropriation

- Sheep and Wool Promotion Board
- Iowa State Fair
- Corn Promotion Board
- Soybean Promotion Board
- Turkey Marketing Council
- Egg Council
- Attorney General
- Auditor of State of Iowa
- Blind Commission
- Ethics and Campaign Disclosure Board
- Civil Rights Commission
- Department of Corrections
- Cultural Affairs
- Department of Economic Development
- Iowa Seed Capital Corporation
- College Aid Commission
- Iowa Public Television
- Department of Elder Affairs
- ICN
- Department of General Services
- Governor's Office
- Department of Human Rights
- Department of Inspections and Appeals
- Judicial Department
- Judicial Retirement System
- Law Enforcement Academy
- Legislature
- Department of Management
- Parole Board
- Department of Personnel
- Peace Officers' Retirement System
- Public Employment Relations Board
- Department of Public Defense
- Department of Public Safety
- Department of Revenue and Finance
- Secretary of State
- Office of State/Federal Relations
- Governor's Substance Abuse Coordinator
- State Appeal Board
- State Executive Council
- Treasurer of State Underground Storage Tank Board
- Uniform State Laws Commission
- Judicial Districts
- Iowa Centennial Memorial Foundation

AUDIT HOURS

	<u>FY1997</u>	<u>FY1998</u>	<u>FY1999</u>	<u>FY2000</u>	<u>FY2001</u>	<u>FY2002</u>
Filing Fee	7,016	6,408	4,776	7,250	6,144	5,528
Local	29,163	31,306	35,784	39,137	40,733	41,485
State Billed	85,078	85,225	81,044	79,148	72,479	74,137
Appropriated	31,468	31,158	33,310	31,761	31,495	25,499
	<u>152,724</u>	<u>154,096</u>	<u>154,915</u>	<u>157,296</u>	<u>150,851</u>	<u>146,650</u>

FINANCIAL SUMMARY

	ACTUAL FY2000	ACTUAL FY2001	ACTUAL FY2002	BUDGET FY2003
RESOURCES:				
Balance Forward	2.27%	1.91%	0.91%	1.00%
Appropriation	21.68%	19.77%	16.05%	13.72%
Audit Billings	71.25%	73.61%	78.47%	80.95%
Filing Fees	4.65%	4.58%	4.44%	4.22%
Other	0.15%	0.13%	0.12%	0.11%
Total	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>

DISPOSITION OF RESOURCES:

Personal Services	86.23%	87.81%	89.74%	88.87%
Travel & Subsistence	5.46%	5.22%	4.68%	4.81%
Contractual services	2.84%	1.96%	2.16%	2.34%
Other	3.67%	4.05%	2.38%	3.72%
Balance Forward	1.81%	0.95%	1.04%	0.27%
	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>

KEY ISSUES

Performance Auditing:

Accountable Government Act

- Data availability
- Reliability of performance measures
- Independent verification

Budget Impact on Financial Accounting

- Reduction in personnel can increase exposure to errors and irregularities

Information Technology

- Aging equipment
- New State system (Integrated Information for Iowa)